## BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA DOCKET NO. 2012-133-C ORDER NO.

IN RE:

Application of Allied Wireless of the Palmetto State, LLC, d/b/a U-Lifeline Wireless for Designation as an Eligible Telecommunications Carrier in the State of South Carolina for the Limited Purpose of Offering Lifeline Service to Qualified Households

ORDER DESIGNATING U-LIFELINE WIRELESS AS AN ELIGIBLE TELECOMMUNICATIONS CARRIER FOR THE PROVISION OF LIFELINE SERVICE

This matter comes before the Public Service Commission of South Carolina (the "Commission") and concerns the above captioned application of Allied Wireless of the Palmetto State, LLC, d/b/a U-Lifeline Wireless ("U-Lifeline") for Designation as an Eligible Telecommunications Carrier ("ETC") in the State of South Carolina for the Limited Purpose of Offering Lifeline Service to Qualified Households filed March 27, 2012 (the "Application").

For the reasons explained in this order, the Commission has concluded that the Application should be approved and that designation of U-Lifeline as an ETC on the terms provided in this order would serve the public interest.

## **BACKGROUND**

The instant proposal to designate U-Lifeline as an ETC is presented to the Commission on the Application, the verified testimony of Rohan Ranaraja filed on May 29, 2012 a Compliance Plan filed on June 15, 2012, on behalf of U-Lifeline, the testimony of Christopher J. Rozycki filed June 13, 2012, on behalf of the Office of Regulatory Staff ("ORS") (the former

collectively referred to herein as "the Testimony") and a Stipulation entered into between U-Lifeline and the ORS filed with the Commission on July 2, 2012 (the "Stipulation").

The Applicant in this matter was represented by Charles L.A. Terreni, and Todd Lantor; the ORS was represented by C. Lessie Hammonds. On April 17, 2012, the Commission appointed B. Randall Dong to serve as Hearing Officer in this matter.

As directed by the Commission, notice of the filing of the Application was published and proof of publication provided to the Commission on April 25, 2012. No petitions to intervene were filed in this matter. ORS is a party pursuant to statute.

The Stipulation recommends that U-Lifeline be designated as an ETC for the limited purpose of providing Lifeline service to qualified households in accordance with the terms of the Stipulation. A copy of the Stipulation is attached hereto as Appendix I.

On July 2, 2012, U-Lifeline filed a Motion to Waive Hearing and for Expedited Consideration, requesting that the Commission waive the hearing scheduled for July 11, 2012 at 10:30 a.m., admit all prefiled testimony and exhibits into the record, grant expedited consideration of the application, and approve the application. On July 5, 2012, the Hearing Officer suspended the hearing in order to allow the Commission to rule on the pending motion. The Office of Regulatory Staff does not object to this motion. Having considered the record before it, the Commission finds that the record before it is sufficient to make a final determination in this matter and that the interests of judicial economy are served by waiving the hearing and granting expedited consideration.

## **ANALYSIS**

Section 214(e)(2)(e) of the Telecommunications Act of 1996 (the "Act") authorizes state commissions to designate common carriers that meet the requirements as ETCs. Section 103-690 of the S.C. Code reg. provides that the Commission will fulfill its responsibility to designate common carriers as ETCs and establishes the requirements that an applicant must meet in order to be designated an ETC.<sup>2</sup>

As demonstrated in the Application, the Testimony the Stipulation, and the company's Compliance Plan, U-Lifeline satisfies all the relevant requirements for designation as an ETC specified in Sections 254 and 214 of the Act and Section 103-690 of the S.C. Code Reg. U-Lifeline is (i) a common carrier as defined by 47 U.S.C. Section 153(10), (ii) offers all the supported services,<sup>3</sup> (iii) uses its own facilities to provide the services, and (iv) offers service throughout its designated service area. Additionally, it has been demonstrated that following designation, U-Lifeline will (v) advertise the availability of its Universal Service offerings and charges through media of general distribution, specifically its Lifeline services throughout its ETC service area, and will provide notices at local unemployment, social security and welfare offices in satisfaction of S.C. Code Reg. Sections 103-690, 1E(a)(1) and 103-690.1E(b)(1), (vi) make Lifeline service available to qualifying low-income consumers without requiring a service deposit in order to initiate Lifeline Service if the consumer elects toll limitation services, will not charge such customer a monthly number portability charge, will verify annually that its Lifeline customers meet the qualifications and will provide sixty days notice to customers which it

<sup>&</sup>lt;sup>1</sup> 47 U.S.C. Section 214(e)(2).

<sup>&</sup>lt;sup>2</sup> See S.C. Code Reg. Section 103-690C.

<sup>&</sup>lt;sup>3</sup> 47 U.S.C. Section 254(c); 47 C.F.R. Section 54.101(a); and S.C. Code Reg. Section 103-690C(a).

believes no longer qualify for Lifeline service, <sup>4</sup> (vii) certify that it complies with the service requirements applicable to the support it receives, (viii) be able to remain functional in emergency situations, <sup>5</sup> (ix) satisfy consumer protection and service quality standards which are set forth in the CTIA Consumer Code as described in the Application including annual certification of its compliance and reporting of consumer complaints in accordance with S.C. Code Reg. Sections 103-690(C)(1)(a)(C)(3) and 103-690.1B(b)(4), (xi) provide Lifeline local usage plans comparable to the incumbent local exchange carriers already operating in the area, (xii) comply with applicable reporting requirements including, but not limited to annual progress reports required in S.C. Code Reg. Section 103-690.1, annual certification that it is able to remain functional in emergency situations required by S.C. Code Reg. Section 103-690.1B(b)(2) and annual outage reporting requirements of S.C. Code Reg. Section 103-690(B)(b)(2) and (xiii) as explained below, take steps to limit fraud, waste and abuse in the federal universal fund programs.

On February 6, 2012, the FCC adopted comprehensive reforms to the low-income program to revise the Lifeline service requirements.<sup>6</sup> In the Lifeline Reform Order, the FCC adopted specific reforms attempting to limit fraud, waste and abuse in the low-income program. U-Lifeline commits to compliance with the rules as they are applicable.

Section 103-690C(b) of the S.C. Code Reg. provides that in determining whether an ETC designation is in the public interest the Commission must consider, *inter alia*, the benefits of increased consumer choice and the unique advantages and disadvantages of the applicant's service offering.

<sup>&</sup>lt;sup>4</sup> See S.C. Code Reg. Section 103.690.1E(a)-(b).

<sup>&</sup>lt;sup>5</sup> S.C. Code Reg. Section 103-690(C)(a)(2).

<sup>&</sup>lt;sup>6</sup> In the Matter of Lifeline and Link Up Reform and Modernization, Report and Order and Further Notice of Proposed Rulemaking, WC Docket No. 11-42, FCC 12-11, released February 6, 2012. ("Lifeline Reform Order").

PAGE 5

Considering these factors and others, the Commission determines that it is in the public

interest that the Commission grant U-Lifeline ETC designation for the limited purpose of

providing Lifeline service.

IT IS THEREFORE ORDERED THAT:

I. The Testimony and Stipulation are accepted into the record without objection.

II. The Applicant's Motion to Waive the Hearing and Expedite Consideration is granted.

III. Allied Wireless of Palmetto State, LLC d/b/a U-Lifeline Wireless is hereby designated as

an ETC for the limited purpose of providing Lifeline service as requested in the

Application on the terms provided in the Stipulation. A copy of this order shall be

promptly provided by the Commission to the FCC and the Universal Service

Administrative Company.

$\mathbf{BY}$	<b>ORDER</b>	OF	THE	<b>COMMISSION:</b>

	John E. Howard, Chairman
ATTEST:	
David A. Wright, Vice-Chairman	
(SEAL)	